

**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**TOWNSHIP OF LEROY**

**INGHAM COUNTY, MICHIGAN**

**MARCH 31, 2008**

# Auditing Procedures Report

Instructions and MuniCodes

=Required Fields

Reset Form

Issued under Public Act 2 of 1968, as amended. (V1.07)

Unit Name	LEROY	County	INGHAM	Type	TOWNSHIP	MuniCode	33-1-070
Opinion Date-Use Calendar	Sep 10, 2008	Audit Submitted-Use Calendar	Sep 17, 2008	Fiscal Year End Month	03	Fiscal Year	2008

If a local unit of government (authorities & commissions included) is operating within the boundaries of the audited entity and is NOT included in this or any other audit report, nor do they obtain a stand-alone audit, enclose the name(s), address(es), and a description(s) of the authority and/or commission.

Place a check next to each "Yes" or non-applicable question below. Questions left unmarked should be those you wish to answer "No."

<input checked="" type="checkbox"/>	1. Are all required component units/funds/agencies of the local unit included in the financial statements and/or disclosed in the reporting entity notes to the financial statements?
<input checked="" type="checkbox"/>	2. Does the local unit have a positive fund balance in all of its unreserved fund balances/unrestricted net assets?
<input checked="" type="checkbox"/>	3. Were the local unit's actual expenditures within the amounts authorized in the budget?
<input checked="" type="checkbox"/>	4. Is this unit in compliance with the Uniform Chart of Accounts issued by the Department of Treasury?
<input checked="" type="checkbox"/>	5. Did the local unit adopt a budget for all required funds?
<input checked="" type="checkbox"/>	6. Was a public hearing on the budget held in accordance with State statute?
<input checked="" type="checkbox"/>	7. Is the local unit in compliance with the Revised Municipal Finance Act, an order issued under the Emergency Municipal Loan Act, and other guidance as issued by the Local Audit and Finance Division?
<input checked="" type="checkbox"/>	8. Has the local unit distributed tax revenues, that were collected for another taxing unit, timely as required by the general property tax act?
<input checked="" type="checkbox"/>	9. Do all deposits/investments comply with statutory requirements including the adoption of an investment policy?
<input checked="" type="checkbox"/>	10. Is the local unit free of illegal or unauthorized expenditures that came to your attention as defined in the Bulletin for Audits of Local Units of Government in Michigan, as revised (see Appendix H of Bulletin.)
<input checked="" type="checkbox"/>	11. Is the unit free of any indications of fraud or illegal acts that came to your attention during the course of audit that have not been previously communicated to the Local Audit and Finance Division? (If there is such activity, please submit a separate report under separate cover.)
<input checked="" type="checkbox"/>	12. Is the local unit free of repeated reported deficiencies from previous years?
<input checked="" type="checkbox"/>	13. Is the audit opinion unqualified? 14. If not, what type of opinion is it? NA
<input checked="" type="checkbox"/>	15. Has the local unit complied with GASB 34 and other generally accepted accounting principles (GAAP)?
<input checked="" type="checkbox"/>	16. Has the board or council approved all disbursements prior to payment as required by charter or statute?
<input checked="" type="checkbox"/>	17. To your knowledge, were the bank reconciliations that were reviewed performed timely?
<input checked="" type="checkbox"/>	18. Are there reported deficiencies? 19. If so, was it attached to the audit report?

General Fund Revenue:	<input type="checkbox"/> \$ 400,239.00
General Fund Expenditure:	<input type="checkbox"/> \$ 380,620.00
Major Fund Deficit Amount:	\$ 0.00

General Fund Balance:	<input type="checkbox"/> \$ 897,029.00
Governmental Activities Long-Term Debt (see instructions):	<input type="checkbox"/>

We affirm that we are certified public accountants (CPA) licensed to practice in Michigan. We further affirm the above responses have been disclosed in the financial statements, including the notes, or in the Management Letter (reported deviations).

CPA (First Name)	JAMES	Last Name	IRELAND	Ten Digit License Number	1101006924				
CPA Street Address	6810 S CEDAR ST, #3D		City	LANSING	State MI	Zip Code	48911	Telephone	+1 (517) 699-5320
CPA Firm Name	JAMES M IRELAND PC		Unit's Street Address	315 W WALNUT		Unit's City	WEBBERVILLE	Unit's Zip	48892

**TOWNSHIP OF LEROY**

**TOWNSHIP BOARD**

Neil West	-	Supervisor
Wilma J. Whitehead	-	Clerk
Roberta M. Hamlin	-	Treasurer
Gerald E. Alchin	-	Trustee
Colleen Scott	-	Trustee

**TOWNSHIP OF LEROY**  
**INGHAM COUNTY, MICHIGAN**

**Table of Contents**

PAGE

Independent Auditor's Report .....	1
------------------------------------	---

Combined Statements - Overview:

Statement of Net Assets .....	2
Statement of Activities .....	3
Balance Sheet - Governmental Activities .....	4
Statement of Revenues, Expenditures and Changes in Fund Balance - General Fund .....	5
Statement of Net Assets - Fiduciary Funds .....	6
Statement of Changes in Fiduciary Net Assets .....	7
Notes to Financial Statements .....	8-12
Management's discussion and Analysis .....	13-14

Financial Statements of Individual Funds:

General Fund:	
Balance Sheet .....	15
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual .....	16-22
Street Lighting Fund:	
Balance Sheet .....	23
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual .....	24
Combining Balance Sheet - Fiduciary Funds .....	25
Cemetery Perpetual Care Fund:	
Balance Sheet .....	26
Statement of Revenues, Expenditures and Changes in Fund Balance .....	27
Statement of Cash Flows .....	28
Combining Statement of Changes in Assets and Liabilities - Agency Funds .....	29
Current Tax Collection fund - Statement of Cash Receipts and Disbursements .....	30
Trust and Agency Fund - Statement of Cash Receipts and Disbursements .....	31

**JAMES M. IRELAND, P.C.**

CERTIFIED PUBLIC ACCOUNTANT  
6810 S. CEDAR ST., STE. 3D, LANSING, MI 48911-6961  
(517) 699-5320 • FAX (517) 699-5320

**Independent Auditor's Report**

Members of the Township Board  
Township of Leroy  
Ingham County, Michigan

Board members:

We have audited the accompanying general purpose financial statements of the Township of Leroy as of and for the year ended March 31, 2008, as listed in the table of contents. These general purpose financial statements are the responsibility of the township's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Township of Leroy as of March 31, 2008 and the results of its operations for the year then ended in conformity with accounting principles generally accepted in the United States of America.



Certified Public Accountant

September 10, 2008

**TOWNSHIP OF LEROY**  
**STATEMENT OF NET ASSETS**

March 31, 2008

		<u>Governmental Activities</u>
<u>Assets</u>		
Cash		\$ 204,574
Investments		634,986
Receivables		57,469
Capital assets:		
Land	\$ 108,814	
Other capital assets, net of depreciation	<u>227,262</u>	
Total Capital Assets		<u>336,076</u>
Total Assets		1,233,105
<u>Liabilities</u>		
Accounts payable		<u>-</u>
<u>Net Assets</u>		<u>\$ 1,233,105</u>
<u>Net Assets</u>		
Invested in capital assets, net of any related debt		\$ 336,076
Restricted		730,663
Unrestricted		<u>166,366</u>
<u>Total Net Assets</u>		<u>\$ 1,233,105</u>

See accompanying notes to financial statements.

**TOWNSHIP OF LEROY**  
**STATEMENT OF ACTIVITIES**  
For the Year Ended March 31, 2008

Functions/Programs	Expenses	Program Revenues Charges for Services	Net (Expense) Revenue and Changes in Net Assets Governmental Activities
Primary government:			
Governmental activities:			
General government	\$ 225,215	\$ 14,807	\$ (210,408)
Public safety	25,432	11,984	(13,448)
Public works	30,556	-	(30,556)
Culture and recreation	8,000	-	(8,000)
Other functions	4,384	-	(4,384)
Total governmental activities	<u>\$ 293,587</u>	<u>\$ 26,791</u>	<u>\$ (266,796)</u>
General Revenues:			
Taxes:			
Property taxes, levied for general purposes			164,840
State shared revenue			147,007
Unrestricted investment earnings			31,421
Miscellaneous			<u>30,272</u>
Total general revenues			<u>373,540</u>
Change in Net Assets			106,744
Net Assets - April 1, 2007			1,138,597
Adjustments to Beginning Balance			<u>(12,236)</u>
Net Assets - March 31, 2008			<u><u>\$ 1,233,105</u></u>

See accompanying notes to financial statements.

**TOWNSHIP OF LEROY**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**

Year Ended March 31, 2008

	<u>General</u>
<u>Assets</u>	
Cash	\$ 204,574
Investments	634,986
Receivables, net	42,706
Due from other funds	<u>14,763</u>
<u>Total Assets</u>	<u><u>\$ 897,029</u></u>
<u>Liabilities</u>	
Accounts payable	\$ -
Fund balance:	
Reserved	730,663
Unreserved	<u>166,366</u>
<u>Total Fund Balance</u>	<u>897,029</u>
<u>Total Liabilities and Fund Balance</u>	<u><u>\$ 897,029</u></u>

See accompanying notes to financial statements.



## TOWNSHIP OF LEROY

STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - GENERAL FUND

March 31, 2008

Revenues:

Taxes	\$ 164,840
Licenses and permits	11,984
State grants	147,007
Charges for services	14,807
Miscellaneous	<u>61,601</u>
Total Revenues	400,239

Expenditures:

General government	209,319
Public safety	25,432
Public works	30,556
Culture and recreation	8,000
Other functions	4,384
Capital outlay	<u>102,929</u>
Total Expenditures	<u>380,620</u>

Excess (Deficiency) of Revenues over Expenditures 19,619

Other Financing Sources (uses)

Transfer from (to) other funds	<u>92</u>
Net change in fund balance	19,711

Fund Balance, April 1	889,555
Adjustment to Beginning Balance	<u>(12,237)</u>

Fund Balance, March 31 \$ 897,029

Net change in fund balances-total governmental funds, above. \$ 19,711

Amounts reported for governmental activities in the statement of activities (Page 3)  
are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays (\$102,929) were greater than depreciation (\$15,896) in the current period.

87,033

Change in net assets of governmental activities, Page 3

\$ 106,744

See accompanying notes to financial statements.

## TOWNSHIP OF LEROY

STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS

March 31, 2008

	Cemetery Trust Fund	Agency Funds	3/31/08
<u>Assets</u>			
Cash	\$ 10,334	\$ 23,824	\$ 34,158
Investments	10,160	-	10,160
Interest receivable	31	-	31
<u>Total Assets</u>	<u>\$ 20,525</u>	<u>\$ 23,824</u>	<u>\$ 44,349</u>
<u>Liabilities</u>			
Due to general fund	\$ -	\$ 14,763	\$ 14,763
Due to other governmental units	-	9,061	9,061
<u>Total Liabilities</u>	<u>\$ -</u>	<u>\$ 23,824</u>	<u>\$ 23,824</u>
<u>Net Assets</u>	<u>\$ 20,525</u>	<u>\$ -</u>	<u>\$ 20,525</u>

See accompanying notes to financial statements.

## TOWNSHIP OF LEROY

STATEMENTS OF CHANGES IN FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS

Years Ended March 31, 2008

	<u>3/31/08</u>
<u>Operating Revenues</u>	
Interest and dividends	\$ 282
Perpetual care - lot sales	<u>400</u>
Total Operating Revenues	682
<u>Other Uses</u>	
Transfer to general fund	<u>92</u>
Change in net assets	590
Net Assets, April 1	<u>19,935</u>
<u>Net Assets, March 31</u>	<u><u>\$ 20,525</u></u>

See accompanying notes to financial statements.

**TOWNSHIP OF LEROY**  
**NOTES TO FINANCIAL STATEMENTS**

March 31, 2008

---

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Reporting Entity**

In accordance with generally accepted accounting principles and Governmental Accounting Standards Board (GASB) Statement No. 14 "The Financial Reporting Entity", these financial statements present the Township of Leroy and its component units. The criteria established by the GASB for determining the reporting entity includes oversight responsibility, fiscal dependency, and whether the financial statements would be misleading if data were not included.

**Basis of Presentation**

The accounts of the government are organized and operated on the basis of funds and account groups. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds are maintained consistent with legal and managerial requirements. Account groups are a reporting device to account for certain assets and liabilities of the governmental funds not recorded directly in those funds.

The financial activities of the Township of Leroy are recorded in separate funds and account groups, categorized as follows:

**GOVERNMENTAL FUNDS**

**General Fund**

This fund is used to account for all financial resources except those provided for in another fund. Revenues are primarily derived from property taxes, State and Federal aid, and charges for services to provide for the administration and operation of: (1) general governmental departments, boards and commissions; (2) law enforcement; and (3) health, welfare and medical assistance. The fund includes the general operating expenditures of the local unit.

**Special Revenue Funds**

These funds are used to account for specific revenue (other than expendable trusts or major capital projects) derived from State and Federal grants, General Fund appropriations and charges for services which are to be expended for specific purposes as dictated by legal, regulatory or administrative requirements.

**Debt Service Funds**

These funds are used to record revenues which are restricted for the payment of principal and interest on debt.

**TOWNSHIP OF LEROY**  
**NOTES TO FINANCIAL STATEMENTS**  
 March 31, 2008

**GOVERNMENTAL FUNDS** (Continued)

**Capital Projects Funds**

These funds are used to account for the acquisitions or construction of major facilities other than those financed by proprietary funds operations.

**FIDUCIARY FUNDS**

**Trust and Agency Funds**

These funds account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. These include: (a) Expendable Trust Funds; (b) Nonexpendable Trust Funds; (c) Pension Trust Fund; and (d) Agency Funds.

**CASH, CASH EQUIVALENTS, AND INVESTMENTS**

For purposes of the statement of cash flows, demand deposits and short-term investments with a maturity date of three months or less when acquired are considered to be cash equivalents.

Investments are stated at cost.

**BASIS OF ACCOUNTING**

The modified accrual basis of accounting is used by all Governmental Funds, Agency Funds and Expendable Trust Funds. Revenue and other sources are recognized in the accounting period in which they become susceptible to accrual—that is when they become both measurable and available to finance expenditures of the fiscal period. Expenditures are recognized when the related liability is incurred. Modifications from the accrual basis are as follows:

- a. Property tax revenue is recognized in accordance with MCGAA Statement 3:  
     Properties are assessed and liened as of December 31 and their related property taxes are billed on December 1 of the following year. These taxes are due on February 14 with the final collection date of February 28 before they are added to the county delinquent tax rolls.
- b. Payments for inventoriable types of supplies are recorded as expenditures at the time of purchase.
- c. Normally, expenditures are not divided between years by the recording of prepaid expenses.

**Budgets and Budgetary Accounting:**

The Township follows these procedures in establishing the budgetary data reflected in the financial statements.

**TOWNSHIP OF LEROY**  
**NOTES TO FINANCIAL STATEMENTS**

March 31, 2008

**BASIS OF ACCOUNTING** (Continued)

**Budgets and Budgetary Accounting:** (Continued)

1. Prior to December 1, the Supervisor submits to the Board a proposed operating budget for the fiscal year commencing the following April 1. The operating budget includes proposed expenditures and the means of financing them. The budgets are adopted to the activity level.
2. Public hearings are conducted at the Township hall to obtain taxpayer comments.
3. Prior to February 1, the budget is legally enacted through passage of a resolution.
4. Budgets for the governmental fund types and the expendable trust funds are adopted on a basis consistent with generally accepted accounting principles (GAAP).
5. Budgeted amounts are as originally adopted, or as amended by the Township Board.

**Investments:**

Investments are stated at cost.

**Property Tax and Delinquent Taxes Receivable**

Taxes are levied for the Township on December 1. The Township bills and collects its own property taxes. Property taxes not paid to the Township treasurer by the final due date in March are turned over to the County treasurer. The County purchases the delinquent taxes of the Township and normally remits the taxes to the Township the following year. The taxes paid by the county are included as revenue on the Township's books at the preceding March 31 date.

The 2007 Taxable valuation of the Township totaled \$117,576,542 on which ad valorem taxes levied consisted of 0.8062 mills for operating purposes. These amounts are recognized in the general fund.

**Delinquent Taxes Receivable**

	<u>Taxes</u>	<u>PTAF</u>	<u>Total</u>
2007Tax Levy	\$96,480	\$50,568	\$147,048
2007Taxes Collected	<u>79,693</u>	<u>47,749</u>	<u>124,442</u>
2007Taxes Uncollected	16,787	2,819	19,606
Delinquent Taxes Receivable, April 1	7,838	1,865	9,703

**TOWNSHIP OF LEROY**  
**NOTES TO FINANCIAL STATEMENTS**  
**March 31, 2008**

Delinquent Taxes Receivable (Continued)

	<u>Taxes</u>	<u>PTAF</u>	<u>Total</u>
Delinquent Taxes Collected	<u>7,868</u>	<u>1,865</u>	<u>9,703</u>
Delinquent Taxes Receivable, March 31	<u>\$16,787</u>	<u>\$2,819</u>	<u>\$19,606</u>
<u>Summary by Year of Levy, 2007</u>	<u>\$16,787</u>	<u>\$2,819</u>	<u>\$19,606</u>

BALANCE SHEET--CASH AND INVESTMENTS

Deposits are carried at cost. Deposits are in two financial institutions in the name of Leroy Township Treasurer. Michigan Compiled Laws, Section 129.91, authorizes the Township to deposit and invest in the accounts of Federally insured banks, credit unions, and savings and loan associations. Investments can also be made in bonds, securities and other obligations of the United States, or an agency or instrumentality of the United States, which are guaranteed as to principal and interest by the United States, including securities issued by the Government National Mortgage Association; United States government or Federal agency obligation repurchase agreements; bankers' acceptance of United States banks; commercial paper rated within the three highest classifications by not less than two standard rating services which mature not more than 270 days after the date of purchase and which involve no more than 50 percent of any one fund. Michigan law prohibits security in the form of collateral, surety bonds, or other forms for the deposit of public money. Attorney General's Opinion No. 6168 states that public funds may not be deposited in financial institutions located in states other than Michigan. The Township's deposits are in accordance with statutory authority.

The Governmental Accounting Standards Board (GASB) Statement No. 3 risk disclosure for deposits at year end are as follows:

<u>Deposits</u>	
Insured (FDIC)	\$125,480
Uninsured	<u>124,326</u>
Total Deposits	<u>\$249,806</u>

At year end, the balance sheet carrying amount of deposits was \$249,806.

In accordance with GASB Statement 3, investments are classified into three categories of credit risk as follows:

- Category 1: Insured or collateralized with securities held by the Township or its agent in the Township's name.
- Category 2: Collateralized with securities held by the pledging financial institution's trust department or agent in the Township's name.
- Category 3: Uncollateralized (includes any bank balance that is collateralized with securities held by the pledging financial institution, or by its trust department or agent but not in the Township's name).

**TOWNSHIP OF LEROY**  
**NOTES TO FINANCIAL STATEMENTS**

March 31, 2008

**BALANCE SHEET--CASH AND INVESTMENTS** (Continued)

<u>Investment Type</u>	(1)	(2)	(3)	<u>Carrying Amount</u>	<u>Market Value</u>
Risk-Categorized					
Cash Equivalents	635,147	\$ -	\$ -	\$635,147	\$635,147

The annual operating budget has generally been prepared in accordance with generally accepted accounting principles, with the following exceptions:

Operating budgets for the following special revenue funds have not been prepared:

Street Lighting Fund



**TOWNSHIP OF LEROY**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**

March 31, 2008

---

**New Financial Reporting**

Starting with fiscal year 2004-2005 the Township of Leroy, Michigan (the "Township") revised and improved its financial reporting document. These changes are a result of standards set by the Governmental Accounting Standards Board (GASB). The intent of these new standards is to provide citizens, taxpayers, customers, and investors with a better understanding of how the Township's money and other assets are managed.

The new standards set by GASB are intended to give the reader of this annual financial report a better understanding of the financial status of the Township. The new standards introduce accounting rules and systems that are common in the private sector. This report presents a much broader picture of the Township's financial status. Through this comprehensive reporting of assets and liabilities, the reader should have a greater understanding of the Township's financial health.

The discussion and analysis of the Township's financial performance provides an overview of the Township's financial activities for the fiscal year ended March 31, 2008. Please read it in conjunction with the Township's financial statements.

**Financial Highlights**

As discussed in further detail in this discussion and analysis, the following represents the most significant financial highlights for the year ended March 31, 2008:

Property tax revenues increased approximately \$8,264 from the prior year. The increase is the net result of increasing valuations in the Township.

Total fund balances related to the Township's governmental funds increased by \$7,474.

**Using this Annual Report**

This annual report consists of a series of financial statements. The statement of net assets and the statement of activities provide information about the activities of the Township of Leroy as a whole and present a longer-term view of the Township's finances. This longer-term view uses the accrual basis of accounting so that it can measure the cost of providing government services.

The fund financial statements present a short-term view; they tell us how the taxpayers' resources were spent during the year, as well as how much is available for future spending. Fund financial statements also report the operations of the Township of Leroy in more detail than the government-wide financial statements by providing information about the Township's most significant funds. The fiduciary fund statements provide financial information about activities for which the Township of Leroy acts solely as a trustee or agent for the benefit of those outside the government.

**TOWNSHIP OF LEROY**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**

March 31, 2008

---

Governmental Activities

The Township's governmental revenues totaled \$400,239 with the greatest revenue source being property taxes. Property taxes make up approximately 41.2% percent of total governmental revenue. The Township incurred expenses of \$242,260 during the year.

General Fund Budgetary Highlights

Over the course of the fiscal year, the Township board made necessary budget adjustments to fund unanticipated expenditures during the year. Most departments came in under budget at year end, an overall favorable variance approximately \$77,134 from budget.

Current Economic Factors

Revenue sharing is the most significant budgetary concern at this time. The State of Michigan is experiencing significant budget problems, and as they look for solutions, revenue sharing continues to be under attack.

Contacting the Township's Management

This financial report is intended to provide our citizens, taxpayers, customers, and investors with a general overview of the Township's finances and demonstrate the Township's accountability for the money it receives. If you have questions about this report or need additional information, we welcome you to contact the Township Board.

**TOWNSHIP OF LEROY  
GENERAL FUND**

**BALANCE SHEET**

March 31, 2008 and 2007

	<u>3/31/08</u>	<u>3/31/07</u>
<u>Assets</u>		
Cash in bank - checking	\$ 13,376.99	\$ 119,203.45
Cash in bank - savings	191,197.18	104,864.92
Investments	634,986.66	620,104.01
Delinquent taxes receivable	19,605.92	9,703.02
Accounts receivable	23,100.00	24,013.00
Due from other funds	<u>14,762.77</u>	<u>11,667.11</u>
<u>Total Assets</u>	<u>\$ 897,029.52</u>	<u>\$ 889,555.51</u>
<u>Fund Balance</u>		
Reserved for building	\$ 730,663.20	\$ 630,663.20
Unreserved	<u>166,366.32</u>	<u>258,892.31</u>
<u>Total Fund Balance</u>	<u>\$ 897,029.52</u>	<u>\$ 889,555.51</u>

See accompanying notes to financial statements.

**TOWNSHIP OF LEROY**  
**GENERAL FUND**

**STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**

Year Ended March 31, 2008  
With Comparative Totals for Year Ended March 31, 2007

	3/31/08		Variance Favorable (Unfavorable)	3/31/07 Actual
	Budget	Actual		
<b>Revenues</b>				
Taxes:				
Current property taxes		\$ 96,479.90		\$ 83,746.67
Delinquent personal taxes		4.42		-
Trailer park fees		982.50		1,024.50
P.A. 425 Taxes		13,035.14		13,447.04
Penalties and interest		3,770.63		9,452.55
Property tax administration fees		50,567.86		48,905.92
Total Taxes	\$ 135,000.00	164,840.45	\$ 29,840.45	156,576.68
Licenses and permits:				
Building permits		11,984.13		8,285.10
CATV franchise fee		-		2,519.65
Miscellaneous fees		-		-
Total Licenses and Permits	8,000.00	11,984.13	3,984.13	10,804.75
State grants:				
State shared revenue	140,000.00	147,007.00	7,007.00	146,261.00
Charges for services rendered:				
Collection fees		4,227.50		4,207.50
Zoning fees		4,866.80		6,528.80
Grave openings		4,200.00		1,500.00
Cemetery upkeep		5.00		-
Total Charges for Services Rendered	7,500.00	13,299.30	5,799.30	12,236.30
<b>Forward</b>	\$ 290,500.00	\$ 337,130.88	\$ 46,630.88	\$ 325,878.73

See accompanying notes to financial statements.

**TOWNSHIP OF LEROY  
GENERAL FUND**

**STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL**

Year Ended March 31, 2008  
With Comparative Totals for Year Ended March 31, 2007

	3/31/08		Variance Favorable (Unfavorable)	3/31/07 Actual
	Budget	Actual		
<u>Forwarded</u>	\$ 290,500.00	\$ 337,130.88	\$ 46,630.88	\$ 325,878.73
<u>Revenues (cont'd)</u>				
Charges for services - sales:				
Cemetery lots		1,200.00		-
Cemetery foundations		307.20		-
<b>Total Charge for     Services - Sales</b>	1,200.00	1,507.20	307.20	-
Miscellaneous:				
Interest earned		31,329.53		22,174.49
Rents		5,801.18		3,346.37
Other income		24,470.22		14,754.45
<b>Total Miscellaneous</b>	40,000.00	61,600.93	21,600.93	40,275.31
<b>Total Revenues</b>	331,700.00	400,239.01	68,539.01	366,154.04
<u>Expenditures</u>				
Township board:				
Salaries		3,625.00		3,125.00
Membership and dues		2,115.31		2,140.30
Miscellaneous		802.33		736.83
<b>Total Township Board</b>	7,600.00	6,542.64	1,057.36	6,002.13
Supervisor:				
Salaries		22,000.00		22,000.00
Transportation		63.05		53.00
Miscellaneous		907.18		797.00
<b>Total Supervisor</b>	23,100.00	22,970.23	129.77	22,850.00
<u>Forward</u>	\$ 30,700.00	\$ 29,512.87	\$ 1,187.13	\$ 28,852.13

See accompanying notes to financial statements.

**TOWNSHIP OF LEROY**  
**GENERAL FUND**

**STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**

Year Ended March 31, 2008  
With Comparative Totals for Year Ended March 31, 2007

	3/31/08		Variance	3/31/07
	Budget	Actual	Favorable (Unfavorable)	Actual
<u>Forwarded</u>	\$ 30,700.00	\$ 29,512.87	\$ 1,187.13	\$ 28,852.13
<u>Expenditures (cont'd)</u>				
Elections:				
Salaries		3,442.50		6,297.25
Miscellaneous		<u>2,584.26</u>		<u>2,944.06</u>
Total Elections	9,000.00	6,026.76	2,973.24	9,241.31
Assessor:				
Salaries		18,000.03		16,000.00
Contracted services		-		1,335.00
Miscellaneous		<u>355.00</u>		<u>188.80</u>
Total Assessor	19,100.00	18,355.03	744.97	17,523.80
Attorney:				
Professional services	31,498.74	31,498.74	-	8,064.10
Clerk:				
Salaries		24,860.00		23,355.00
Office supplies and postage		5,356.41		6,281.77
Transportation		130.95		155.20
Printing and publishing		1,055.54		2,015.41
Miscellaneous		<u>-</u>		<u>736.83</u>
Total Clerk	34,700.00	31,402.90	3,297.10	32,544.21
Audit:				
Professional services	<u>3,200.00</u>	<u>3,200.00</u>	<u>-</u>	<u>3,100.00</u>
<u>Forward</u>	\$ 128,198.74	\$ 119,996.30	\$ 8,202.44	\$ 99,325.55

See accompanying notes to financial statements.

**TOWNSHIP OF LEROY  
GENERAL FUND**

**STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL**

Year Ended March 31, 2008  
With Comparative Totals for Year Ended March 31, 2007

	3/31/08		Variance	3/31/07
	Budget	Actual	Favorable (Unfavorable)	Actual
<u>Forwarded</u>	\$ 128,198.74	\$ 119,996.30	\$ 8,202.44	\$ 99,325.55
<u>Expenditures (cont'd)</u>				
Board of review:				
Salaries		480.00		470.00
Miscellaneous		-		86.77
Total Board of Review	600.00	480.00	120.00	556.77
Treasurer:				
Salaries		24,000.00		21,500.00
Tax expenses		468.59		198.06
Transportation		141.62		341.44
Miscellaneous		2,563.90		1,712.57
Total Treasurer	27,500.00	27,174.11	325.89	23,752.07
Township office:				
Salaries		9,366.50		10,073.25
Office supplies		1,114.85		2,066.86
Janitor services		4,200.00		4,200.00
Grounds maintenance		3,821.00		2,972.50
Computer services		10,481.77		-
Insurance		14,147.00		14,551.00
Utilities		6,549.91		6,231.75
Repairs and maintenance		514.15		4,508.64
Miscellaneous		3,039.32		2,474.74
Total Township Office	101,800.00	53,234.50	48,565.50	47,078.74
<u>Forward</u>	\$ 258,098.74	\$ 200,884.91	\$ 57,213.83	\$ 170,713.13

See accompanying notes to financial statements.

**TOWNSHIP OF LEROY  
GENERAL FUND**

**STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL**

Year Ended March 31, 2008  
With Comparative Totals for Year Ended March 31, 2007

	3/31/08		Variance	3/31/07
	Budget	Actual	Favorable (Unfavorable)	Actual
<u>Forwarded</u>	\$ 258,098.74	\$ 200,884.91	\$ 57,213.83	\$ 170,713.13
<u>Expenditures (cont'd)</u>				
Cemetery:				
Salaries		3,134.00		2,616.00
Supplies		467.03		495.51
Contracted services		4,100.00		1,500.00
Miscellaneous		733.18		2,005.23
Total Cemetery	13,000.00	8,434.21	4,565.79	6,616.74
Fire:				
Hazmat dues		-		500.00
Utilities		4,257.35		4,087.33
Total Fire	4,500.00	4,257.35	242.65	4,587.33
Building inspection:				
Salaries		11,708.75		10,966.25
Miscellaneous		430.00		537.95
Total Building Inspection	15,000.00	12,138.75	2,861.25	11,504.20
Planning commission:				
Salaries		1,700.00		3,380.00
Contracted services		6,665.75		8,793.44
Total Planning Commission	13,000.00	8,365.75	4,634.25	12,173.44
<u>Forward</u>	\$ 303,598.74	\$ 234,080.97	\$ 69,517.77	\$ 205,594.84

See accompanying notes to financial statements.



**TOWNSHIP OF LEROY**  
**GENERAL FUND**

**STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**

Year Ended March 31, 2008  
With Comparative Totals for Year Ended March 31, 2007

	3/31/08		Variance Favorable (Unfavorable)	3/31/07 Actual
	Budget	Actual		
<u>Forwarded</u>	\$ 303,598.74	\$ 234,080.97	\$ 69,517.77	\$ 205,594.84
<u>Expenditures (cont'd)</u>				
Board of Appeals:				
Salaries	670.00	670.00	-	460.00
Drain at large:				
County drain tax	10,396.33	10,396.33	-	13,629.92
Engineer:				
Contracted services	5,000.00	-	5,000.00	-
Highways and streets:				
Contracted services		20,159.87		4,220.37
Street lights		-		295.68
Total Highways and Streets	20,159.87	20,159.87	-	4,516.05
Recreation:				
Contribution	3,000.00	3,000.00	-	3,000.00
Library:				
Rental		5,000.00		5,000.00
Miscellaneous		-		-
Total Library	6,000.00	5,000.00	1,000.00	5,000.00
Employee fringe benefits:				
Social security and medicare	6,000.00	4,383.55	1,616.45	4,314.84
<u>Forward</u>	\$ 354,824.94	\$ 277,690.72	\$ 77,134.22	\$ 236,515.65

See accompanying notes to financial statements.

**TOWNSHIP OF LEROY**  
**GENERAL FUND**

**STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL**

Year Ended March 31, 2008  
With Comparative Totals for Year Ended March 31, 2007

	3/31/08		Variance	3/31/07
	Budget	Actual	Favorable (Unfavorable)	Actual
<u>Forwarded</u>	\$ 354,824.94	\$ 277,690.72	\$ 77,134.22	\$ 236,515.65
<u>Expenditures (cont'd)</u>				
Capital outlay:				
Townhall equipment		-		4,894.77
Cemetery		-		850.00
Land and building		102,929.31		-
Total Capital Outlay	102,929.31	102,929.31	-	5,744.77
Contingencies:				
Miscellaneous	-	-	-	-
Total Expenditures	457,754.25	380,620.03	77,134.22	242,260.42
Excess (Deficiency) of Revenues over Expenditures	(126,054.25)	19,618.98	145,673.23	123,893.62
<u>Other Sources (Uses)</u>				
Transfer from cemetery perpetual care fund	-	91.96	91.96	91.66
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	(126,054.25)	19,710.94	145,765.19	123,985.28
Fund Balance, April 1	889,555.51	889,555.51	-	765,570.23
Adjustment to beginning balance	-	(12,236.93)	(12,236.93)	-
<u>Fund Balance, March 31</u>	<u>\$ 763,501.26</u>	<u>\$ 897,029.52</u>	<u>\$ 133,528.26</u>	<u>\$ 889,555.51</u>

See accompanying notes to financial statements.

**TOWNSHIP OF LEROY  
STREET LIGHTING FUND**

**BALANCE SHEET**

March 31, 2008 and 2007

	<u>3/31/08</u>	<u>3/31/07</u>
<u>Assets</u>		
Cash in bank	\$ 1,074.60	\$ 1,611.27
Delinquent assessments receivable	<u>53.21</u>	<u>75.25</u>
 <u>Total Assets</u>	 <u>\$ 1,127.81</u>	 <u>\$ 1,686.52</u>
 <u>Fund Balance</u>		
Reserved	<u>\$ 1,127.81</u>	<u>\$ 1,686.52</u>

See accompanying notes to financial statements.

**TOWNSHIP OF LEROY  
STREET LIGHTING FUND**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE**

Year Ended March 31, 2008  
With comparative Totals for Year Ended March 31, 2007

	3/31/08 Actual	3/31/07 Actual
<u>Revenues</u>		
Special assessments	\$ 1,094.13	\$ 1,612.71
Reimbursed	530.76	385.41
Total Revenues	1,624.89	1,998.12
<u>Expenditures</u>		
Street lighting utilities	987.84	924.72
Miscellaneous expense	1,195.76	-
Total Expenditures	2,183.60	924.72
Excess (Deficiency) of Revenues over Expenditures	(558.71)	1,073.40
Fund Balance, April 1	1,686.52	613.12
<u>Fund Balance, March 31</u>	<u>\$ 1,127.81</u>	<u>\$ 1,686.52</u>

See accompanying notes to financial statements.

**TOWNSHIP OF LEROY**  
**FIDUCIARY FUNDS**

**COMBINING BALANCE SHEET**

March 31, 2008  
With Comparative Totals for March 31, 2007

	Trust Fund Cemetery Perpetual Care	Agency Funds	Totals	
			3/31/08	3/31/07
<u>Assets</u>				
Cash	\$ 10,333.76	\$ 23,823.81	\$ 34,157.57	\$ 437,331.75
Investments	10,160.00	-	10,160.00	10,160.00
Interest receivable	31.00	-	31.00	31.00
<u>Total Assets</u>	<u>\$ 20,524.76</u>	<u>\$ 23,823.81</u>	<u>\$ 44,348.57</u>	<u>\$ 447,522.75</u>
<u>Liabilities</u>				
Due to other governmental units	\$ -	\$ 9,061.04	\$ 9,061.04	\$ 415,920.72
Due to general fund	-	14,762.77	14,762.77	11,667.11
<u>Total Liabilities</u>	<u>-</u>	<u>23,823.81</u>	<u>23,823.81</u>	<u>427,587.83</u>
<u>Fund Balances</u>				
Nonexpendable	17,395.00	-	17,395.00	16,995.00
Expendable	3,129.76	-	3,129.76	2,939.92
<u>Total Fund Balances</u>	<u>20,524.76</u>	<u>-</u>	<u>20,524.76</u>	<u>19,934.92</u>
<u>Total Liabilities and Fund Balances</u>	<u>\$ 20,524.76</u>	<u>\$ 23,823.81</u>	<u>\$ 44,348.57</u>	<u>\$ 447,522.75</u>

See accompanying notes to financial statements.

**TOWNSHIP OF LEROY**  
**CEMETERY PERPETUAL CARE FUND**

**BALANCE SHEET**

March 31, 2008 and 2007

	<u>3/31/08</u>	<u>3/31/07</u>
<u>Assets</u>		
Cash in bank - savings	\$ 10,333.76	\$ 9,743.92
Certificates of deposit	10,000.00	10,000.00
Investments (at cost)	160.00	160.00
Interest receivable	<u>31.00</u>	<u>31.00</u>
<u>Total Assets</u>	<u>\$ 20,524.76</u>	<u>\$ 19,934.92</u>
<u>Fund Balance</u>		
Nonexpendable	\$ 17,395.00	\$ 16,995.00
Expendable	<u>3,129.76</u>	<u>2,939.32</u>
<u>Total Fund Balance</u>	<u>\$ 20,524.76</u>	<u>\$ 19,934.32</u>

See accompanying notes to financial statements.

**TOWNSHIP OF LEROY**  
**CEMETERY PERPETUAL CARE FUND**

**STATEMENT OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE**

Years Ended March 31, 2008 and 2007

	<u>3/31/08</u>	<u>3/31/07</u>
<u>Revenue</u>		
Perpetual care deposits	\$ 400.00	\$ -
Interest and dividends earned	<u>281.80</u>	<u>122.17</u>
Total Revenues	681.80	122.17
<u>Other Uses</u>		
Transfers to general fund	<u>91.96</u>	<u>91.66</u>
Excess of Revenues over Other Uses	589.84	30.51
Fund Balance, April 1	<u>19,934.92</u>	<u>19,904.41</u>
<u>Fund Balance, March 31</u>	<u><u>\$ 20,524.76</u></u>	<u><u>\$ 19,934.92</u></u>

See accompanying notes to financial statements.

**TOWNSHIP OF LEROY**  
**CEMETERY PERPETUAL CARE FUND**

**STATEMENT OF CASH FLOWS**

Years Ended March 31, 2008 and 2007

	<u>3/31/08</u>	<u>3/31/07</u>
<u>Operating Activities</u>		
Excess (Deficiency) of revenues over other uses	\$ 589.84	\$ 30.51
Adjustments to reconcile net income to cash provided by operating activities:		
Changes in receivables and payables:		
Interest receivable	<u>-</u>	<u>-</u>
Net Cash Provided by (Used In) Operating Activities	589.84	30.51
<u>Investing Activities</u>	-	-
<u>Financing Activities</u>		
	<u>-</u>	<u>-</u>
Net Increase in Cash	589.84	30.51
Cash at Beginning of Year	<u>9,743.92</u>	<u>9,713.41</u>
<u>Cash at End of Year</u>	<u>\$ 10,333.76</u>	<u>\$ 9,743.92</u>

See accompanying notes to financial statements.



## TOWNSHIP OF LEROY

COMBINING STATEMENT OF CHANGES IN ASSETS AND  
LIABILITIES - AGENCY FUNDS

Year Ended March 31, 2008

	Balance 4/1/07	Additions	Deductions	Balance 3/31/08
<b>Current Tax Collection Fund</b>				
Assets:				
Cash	\$ 427,579.31	\$ 5,123,033.92	\$ 5,526,797.94	\$ 23,815.29
Liabilities:				
Due to county	\$ 52,355.96	\$ 1,208,667.19	\$ 1,259,648.62	\$ 1,374.53
Due to schools	3,728.13	2,449,089.83	2,445,660.43	7,157.53
Due to state	54,416.13	727,937.33	782,353.46	-
Due to village's DDA	305,420.50	366,907.94	672,168.87	159.57
Due to general fund	11,658.59	135,173.73	132,078.07	14,754.25
Due to street light fund	-	1,040.92	1,040.92	-
Due to emergency services	-	191,773.86	191,404.45	369.41
Due to other	-	42,443.12	42,443.12	-
<b>Total Liabilities</b>	<b>\$ 427,579.31</b>	<b>\$ 5,123,033.92</b>	<b>\$ 5,526,797.94</b>	<b>\$ 23,815.29</b>
<b>Trust and Agency Fund</b>				
Assets:				
Cash	\$ 8.52	\$ 21,586.06	\$ 21,586.06	\$ 8.52
Liabilities:				
Due to county	\$ -	\$ 982.50	\$ 982.50	\$ -
Due to general fund	8.52	982.50	982.50	8.52
Due to state	-	3,930.00	3,930.00	-
Due to federal	-	9,931.06	9,931.06	-
Due to insurance carrier	-	5,760.00	5,760.00	-
<b>Total Liabilities</b>	<b>\$ 8.52</b>	<b>\$ 21,586.06</b>	<b>\$ 21,586.06</b>	<b>\$ 8.52</b>
<b>Total Agency Funds</b>				
Assets:				
Cash	\$ 427,587.83	\$ 5,144,619.98	\$ 5,548,384.00	\$ 23,823.81
Liabilities:				
Due to county	\$ 52,355.96	\$ 1,209,649.69	\$ 1,260,631.12	\$ 1,374.53
Due to schools	3,728.13	2,449,089.83	2,445,660.43	7,157.53
Due to state	54,416.13	731,867.33	786,283.46	-
Due to federal	-	9,931.06	9,931.06	-
Due to village's DDA	305,420.50	366,907.94	672,168.87	159.57
Due to general fund	11,667.11	136,156.23	133,060.57	14,762.77
Due to street light fund	-	1,040.92	1,040.92	-
Due to others	-	239,976.98	239,607.57	369.41
<b>Total Liabilities</b>	<b>\$ 427,587.83</b>	<b>\$ 5,144,619.98</b>	<b>\$ 5,548,384.00</b>	<b>\$ 23,823.81</b>

See accompanying notes to financial statements.

**TOWNSHIP OF LEROY**  
**CURRENT TAX COLLECTION FUND**

**STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS**

Year Ended March 31, 2008

<u>Balance, April 1</u>		\$ 427,579.31
<u>Receipts</u>		
Current property taxes and fees	\$ 5,062,952.37	
Interest earned on savings	5,712.70	
Delinquent taxes and interest	10,908.21	
Interest on summer taxes	1,017.52	
Overpaid taxes	<u>42,443.12</u>	
Total Receipts		<u>5,123,033.92</u>
Total Receipts and Balance, April 1		5,550,613.23
<u>Disbursements</u>		
Ingham County	1,259,648.62	
Webberville Schools	1,142,197.37	
Williamston Schools	249,888.46	
Dansville Schools	26,687.57	
Ingham Intermediate Schools	649,814.70	
Lansing Community College	377,072.33	
State of Michigan	782,353.46	
Village of Webberville DDA	672,168.87	
Northeast Ingham Emergency Association	191,404.45	
General Fund	132,078.07	
Street Lighting Fund	1,040.92	
Refund of Overpaid Taxes	<u>42,443.12</u>	
Total Disbursements		<u>5,526,797.94</u>
<u>Balance, March 31</u>		<u><u>\$ 23,815.29</u></u>

See accompanying notes to financial statements.

**TOWNSHIP OF LEROY  
TRUST AND AGENCY FUND**

**STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS**

Year Ended March 31, 2008

---

<u>Balance, April 1</u>		\$ 8.52
<u>Receipts</u>		
Trailer fees	\$ 5,895.00	
Withholding taxes and FICA	9,931.06	
Deferred compensation contributions	<u>5,760.00</u>	
Total Receipts		<u>21,586.06</u>
Total Receipts and Balance, April 1		21,594.58
<u>Disbursements</u>		
State of Michigan	3,930.00	
Ingham county	982.50	
General fund	982.50	
Federal government	9,931.06	
Insurance carrier - pension	<u>5,760.00</u>	
Total Disbursements		<u>21,586.06</u>
<u>Balance, March 31</u>		<u>\$ 8.52</u>